

SECRET

DPD-1361-59
Copy 6 of 5

26 February 1959


MEMORANDUM FOR : Chief, TSS
ATTENTION : Engineering Division
SUBJECT : C-54 Aircraft Special Cargo Doors
REFERENCE : Memo TSS/ED to C/AIRD, 12 Feb. 59, same subject.

1. Funds in the amount of \$36,340.30 from Allotment No. 9-2619-75 919 are available for transfer to the Technical Services Staff for reimbursement for the additional costs of the four production units of Special C-54 cargo doors. Requisition 504-59 is being amended accordingly to increase the total amount from \$50,000 to \$86,340.30.

2. In as much as \$19,062.03 of the above money represents an overrun, it is understood that the contractor will not receive a profit fee on this amount.

3. In the opinion of this Division the \$17,278.27 for design changes are the result of faulty engineering and poor management by the Contractor in the initial stages and the Contractor should not receive a profit fee on this amount.

4. It is requested that every effort be made to meet the new delivery date of April 1959, since this delivery date already has slipped from the original schedule of January 1959.


Comptroller, DPD-DD/P

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CONCUR

Chief, R&D

- Orig. - Chief, TSS
2. - DD(P)
3. - R&D
4. - MAT
5. - Chrono

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